Bullion

Gold

On Monday, Spot gold prices declined by 0.05 percent to close at $1327.1 per tonne. On Sunday US President Trump stated that he would delay an increase in U.S. tariffs on Chinese goods which signalled towards easing of trade tension between both the countries.

Trump further added that he was optimistic that a final trade deal could be reached with China which improved the risk sentiments amongst the investors in turn pushing the Dollar lower.

Hopes over trade deal between US & China supported Gold; however, possibilities of another rate hike by FED kept the prices in check.

On the MCX, Gold prices declined by 0.65 percent to close at Rs.33300.0 per 10 gms.

Silver

On Monday, Spot silver prices traded lower by 0.18 percent to close at $15.9 per tonne.

On the MCX, silver prices declined by 0.61 percent to close at Rs.40623.0 per kg.

Outlook

Markets will have a keen watch on the testimony by U.S. Federal Reserve Chairman Jerome Powell which is today and tomorrow for further hints on the rate hike.

On the MCX, gold prices are expected to trade sideways today; international markets are trading marginally higher by 0.11 percent at $1331.25 per ounce.

Technical Outlook valid for February 26, 2019

COMMODITY	SUPPORT	RESISTANCE
SPOT GOLD ($/OZ)	1324/1319	1335/1341
MCX GOLD APRIL'18 (Rs/10GMS)	33180/33050	33450/33600
SPOT SILVER ($/OZ)	15.8/15.6	16.0/16.3
MCX SILVER MAR'18 (Rs/KG)	39700/39400	40350/40800

Market Highlights (% change) as on February 25, 2019

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/$ (Spot)	70.8	0.28	0.7	0.3	-8.6
Euro/$(Spot)	1.1	0.15	0.2	-0.7	-7.6
Dollar Index	96.4	-0.1	-0.1	0.7	21.3
NIFTY	10880.1	0.82	2.6	2.0	4.8
SENSEX	36213.4	0.95	2.4	1.6	98.0
DJIA	26092.0	0.23	0.8	6.4	3.1
S&P	2796.11	0.1	0.6	5.8	1.8

Gold (% change) as on February 25, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
GOLD (SPOT)	1327.1	-0.05	-1.0	1.8	-0.1
GOLD (SPOT - MUMBAI)	34500.0	3.84	2.8	5.7	13.1
COMEX	1325.9	-0.25	0.6	1.8	-0.4
MCX Gold	33300.0	-0.65	-1.8	2.3	9.1

(Comex, Gold spot in $ per ounce, MCX, Gold spot Mumbai in Rs/10 gms) *Source: Reuters*

Silver (% change) as on February 25, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
SILVER (SPOT)	15.9	-0.18	-0.6	0.9	-3.9
SILVER (SPOT - MUMBAI)	40350.0	0.62	0.4	1.6	4.9
COMEX	15.9	0.74	1.2	1.3	-3.4
MCX Silver	40623.0	-0.61	-1.2	0.2	4.3

(Comex in $ per ounce, MCX, Silver spot in Rs/kg) *Source: Reuters*

Energy

Crude Oil

On Monday, WTI Crude prices declined sharply by 3.1 percent to close at $55.5 per barrel after U.S. President Donald Trump asked OPEC to ease its efforts to cut down the supply and increase Crude prices.

OPEC and some non-affiliated producers such as Russia agreed late last year to cut output by 1.2 million barrels per day (bpd) to prevent excess supply in the global markets which led the rally in Crude prices this year. Price have also increased after U.S. sanctions against oil exporters Iran and Venezuela.

Outlook

Trumps repeated comments against OPEC to keep crude prices steady might restrict the gains.

On the MCX, oil prices are expected to trade higher today, international markets are trading lower by 0.58 percent at $55.16 per barrel.

Technical Outlook valid for February 26, 2019

COMMODITY	SUPPORT	RESISTANCE
NYMEX CRUDE OIL ($/BBL)	54.5/53.8	55.9/56.6
MCX CRUDE Feb'18 (RS/BBL)	3880/3830	3980/4030
BRENT CRUDE ($/BBL)	64.0/63.4	65.4/66.1

Market Highlights - Crude Oil (% change) as on February 25, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	64.6	-4.3	-2.8	7.3	-3.6
NYMEX CRUDE	55.5	-3.1	-1.1	6.7	-12.7
ICE BRENT CRUDE	64.8	-3.5	-2.5	8.1	-3.8
MCX CRUDE	3932.0	-3.7	-1.8	6.8	-4.7

(Brent & NYMEX Crude in $ per bbl, MCX Crude in Rs/bbl) *Source: Reuters*

Market Highlights - Natural Gas (% change) as on February 25, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	2.8	5.3	6.8	-2.5	7.9
MCX NG	198.2	3.1	4.6	-5.7	17.1

(NYMEX NG in $/MMbtu, MCX NG in Rs/MMBtu) *Source: Reuters*

Base Metals

On Monday, base metal on the LME traded flat. On Sunday, Trump stated that he has planned to delay the tariff hike which was set to take effect at the end of this week as trade talks with China were going well. Trump also added that he will plan a summit to meet President Xi to seal a deal if the progress continues.

China's imports of primary Aluminium from Russia increased tenfold yoy in January, data released by the General Administration of Customs. China imported 11,185 tonnes of Aluminium from Russia In January 2019, versus just 1,109 tonnes in January 2018.

Brazil exported 1.4 million tonnes of iron ore per business day on average even after the dam burst at a Vale iron ore mining facility last month.

Copper

On Monday, LME Copper prices traded flat to close at $6480 per tonne. Trump has stated that he is going to extend the deadline of increasing the tariff rates as the trade talks between US & China went well this weekend.

On-warrant LME copper inventories those3 not earmarked for delivery declined to 33,450, the lowest since August 2005.

Outlook

LME Copper price are currently trading flat at $6475.0 tonne. Base metal prices might trade higher today as US & China are moving closer to a trade deal.

On the MCX, copper prices are expected to trade higher today.

Technical Outlook valid for February 26, 2019

COMMODITY (RS/KG)	SUPPORT	RESISTAN0CE
MCX COPPER FEB'19	457/454	463/467
MCX ZINC FEB'19	192.2/190.5	195/196.5
MCX LEAD FEB'19	145/143.5	148/149.5
MCX ALUMINUM FEB'19	132/130.5	135/136.5
MCX NICKEL FEB'19	905/894	924/936
MCX BRASS FEB'19	346/341	352/355

Market Highlights – Base Metals (% change) as on February 25, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME Copper(3month)	6480.0	0.0	2.5	8.0	-8.7
MCX Copper	460.2	-0.5	1.7	8.9	0.1
LME Aluminium (3 month)	1903.0	-0.6	2.5	1.9	-11.4
MCX Aluminium	133.4	-0.7	1.9	1.6	-4.8
LME Nickel (3 month)	12970.0	-0.2	2.4	9.5	-5.6
MCX Nickel	914.0	-0.4	1.7	9.1	2.7
LME Lead (3 month)	2081.0	0.9	3.0	0.1	-18.1
MCX Lead	146.6	0.5	2.2	-0.4	-11.2
LME Zinc (3 month)	2711.0	0.0	1.8	1.2	-22.8
MCX Zinc	193.7	-0.4	1.1	1.5	-15.6
MCX Brass	353.3	0.9	2.5	3.3	#N/A

Source: Reuters

LME Inventories in tonnes

COMMODITY	25/2/19	22/2/19	CHG	%CHG
COPPER	132450	133825	-1375	-1.03%
ALUMINIUM	1235100	1239800	-4700	-0.38%
NICKEL	198912	199974	-1062	-0.53%
ZINC	78400	81100	-2700	-3.33%
LEAD	76775	76825	-50	-0.07%

Source: Reuters

Economic indicators to be released on 26-Feb-19

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
Inflation Report Hearings	GBP	4:30PM	-	-	-	High
Fed Chair Powell Testifies	US	9:15PM	-	-	-	High
CB Consumer Confidence	US	9:30PM	-	124.3	120.2	High

Research Team

Prathamesh Mallya
Chief Analyst (Non-Agro Commodities & Currency)
prathamesh.mallya@angelbroking.com
Direct - (022) 3095 0334
Board line- 4000 3600 Extn :6134

Yash Sawant
Research Associate
yash.sawant@angelbroking.com
(022) 3095 0336
Board line:4000 3600 Extn: 6136

Angel Commodities Broking Pvt. Ltd.
Registered Office: G-1, Ackruti Trade Centre, Rd. No. 7, MIDC, Andheri (E), Mumbai - 400 093.
Corporate Office: 6th Floor, Ackruti Star, MIDC, Andheri (E), Mumbai - 400 093. Tel: (022) 2921 2000
MCX Member ID: 12685 / FMC Regn No: MCX / TCM / CORP / 0037 NCDEX: Member ID 00220 / FMC Regn No: NCDEX / TCM / CORP / 0302